GOVERNMENT OF INDIA
MINES
LOK SABHA

UNSTARRED QUESTION NO:66
ANSWERED ON:25.04.2016
District Mineral Foundation
Kumar Shri P.

Will the Minister of MINES be pleased to state:

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(a) the details of the structure and functions of the District Mineral Foundation(DMF);

(b) the percentage of contribution that a miner is required to make to the DMF currently in the country;

(c) whether the percentage of contribution is different for different States and if so, the details thereof and the reasons therefor, State/UT-wise; and

(d) the amount of money collected by DMF in the country during each of the last three years, State-wise?

Answer

(a) : Section 9B of the Mines and Minerals (Development and Regulation) Act, 1957 provides for establishment of a District Mineral Foundation (DMF) by the State Governments, with the objective to work for the interest and benefit of persons, and areas affected by mining related operations. As per sub-section (3) of section 9(B) the composition and functions of the DMF shall be such as may be prescribed by the State Government. In this regard, Central Government has issued directions to State Governments under section 20A of the MMDR Act, 1957 to incorporate Pradhan Mantri Khanij Kshetra Kalyan Yojana (PMKKKY) in the rules being framed by them for DMF. The activities to be undertaken under PMKKKY are as follows:

1. To implement various developmental and welfare projects/programs in mining affected areas, and these projects/programs will be complementing the existing ongoing schemes/projects of state and central government.

2. To minimize/mitigate the adverse impacts, during and after mining, on the environment, health and socio economics of people in the mining districts.

3. To ensure long term sustainable livelihoods for the affected people in mining areas.

(b) (b): Central Government vide notification No. GSR-715(E) dated 17.09.2015 has notified the Mines and Minerals (Contribution to District Mineral Foundation) Rules, 2015, wherein, every holder of a mining lease or a prospecting licence-cum-mining lease shall, in addition to the royalty, pay to the District Mineral Foundation of the district in which the mining operations are carried on, as per following prescribed rate:

1. ten per cent of the royalty paid in terms of the Second Schedule to the Mines and Minerals (Development and Regulation) Act, 1957 in respect of mining leases or, as the case may be, prospecting licence-cum-mining lease granted on or after 12th January, 2015; and

2. thirty per cent of royalty paid in terms of the Second Schedule to the said Act in respect of mining leases granted before 12th January, 2015.

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(c): No Madam. The rate of contribution to District Mineral Foundation is uniform for all the States/UT of the country.

(d): the details of contributions received by the State Governments to the DMFs are not maintained centrally.

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